

# Attachment 11.5.1

## SHIRE OF NANNUP

### MONTHLY FINANCIAL REPORT (Containing the Statement of Financial Activity) For the period ending 31 January 2023

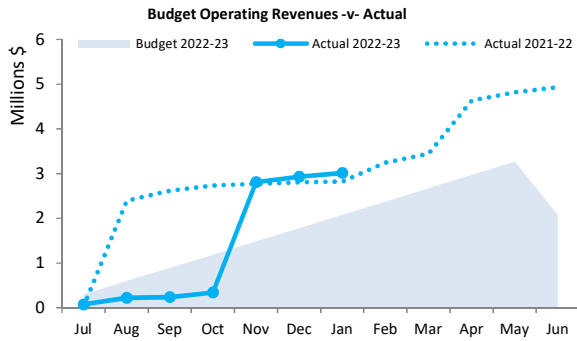
*LOCAL GOVERNMENT ACT 1995  
LOCAL GOVERNMENT (FINANCIAL MANAGEMENT) REGULATIONS 1996*

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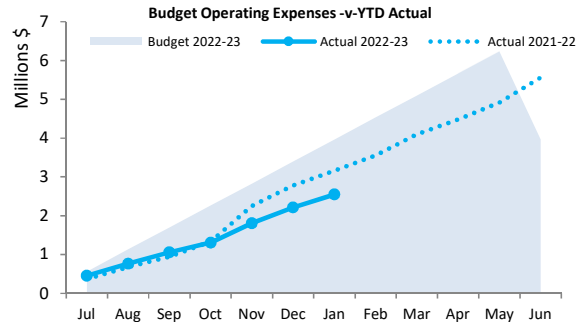
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OPERATING ACTIVITIES

OPERATING REVENUE

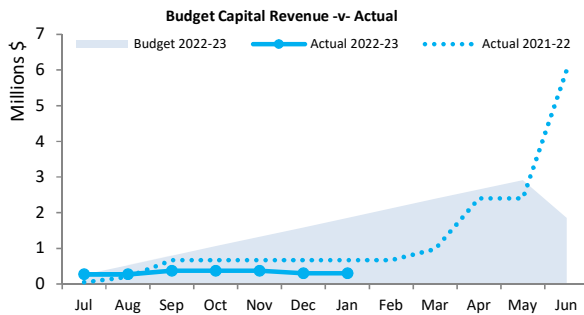


OPERATING EXPENSES

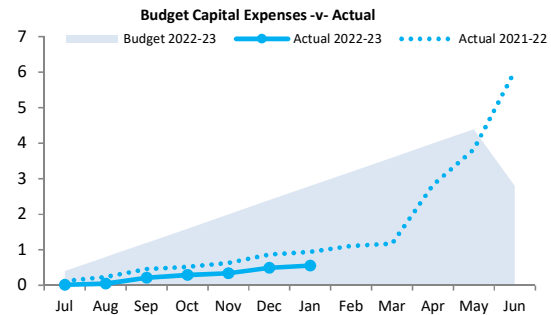


INVESTING ACTIVITIES

CAPITAL REVENUE



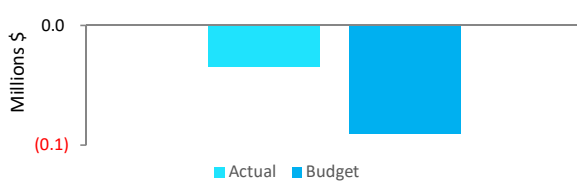
CAPITAL EXPENSES



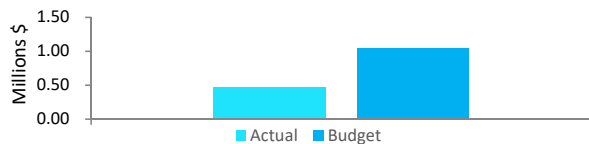
FINANCING ACTIVITIES

BORROWINGS

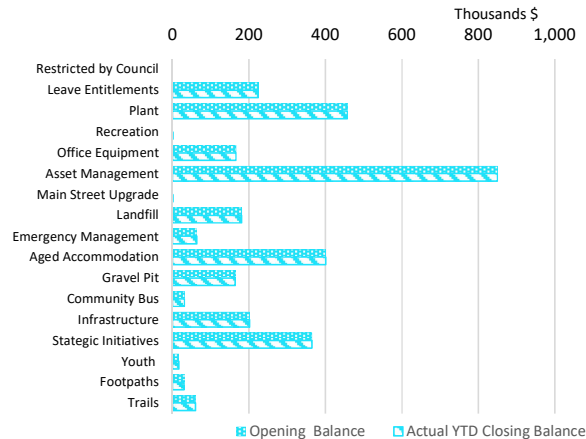
Principal Repayments



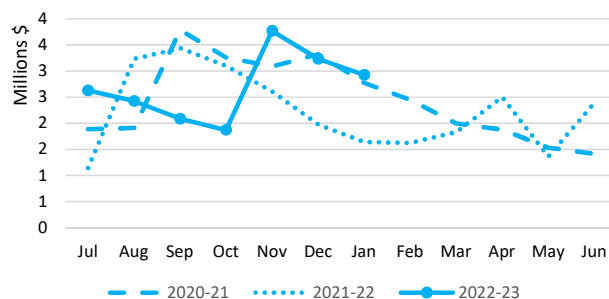
Principal Outstanding



RESERVES



Closing funding surplus / (deficit)



This information is to be read in conjunction with the accompanying Financial Statements and Notes.

Funding surplus / (deficit) Components

Funding surplus / (deficit)				
	Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
Opening	\$2.39 M	\$2.39 M	\$2.73 M	\$0.35 M
Closing	\$0.02 M	\$0.42 M	\$2.92 M	\$2.49 M

Refer to Statement of Financial Activity

Cash and cash equivalents		
	\$	% of total
Unrestricted Cash	\$2.38 M	42.6%
Restricted Cash	\$3.21 M	57.4%

Refer to Note 2 - Cash and Financial Assets

Payables		
	\$	% Outstanding
Trade Payables	\$0.08 M	
0 to 30 Days		42.2%
Over 30 Days		57.8%
Over 90 Days		46.6%

Refer to Note 5 - Payables

Receivables		
	\$	% Collected
Rates Receivable	\$0.90 M	59.2%
Trade Receivable	\$0.15 M	
Over 30 Days		62.0%
Over 90 Days		57%

Refer to Note 3 - Receivables

Key Operating Activities

Amount attributable to operating activities			
Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
(\$1.82 M)	(\$1.04 M)	\$0.46 M	\$1.50 M

Refer to Statement of Financial Activity

Rates Revenue		
	\$	% Variance
YTD Actual	\$2.05 M	
YTD Budget	\$1.15 M	77.62%

Refer to Statement of Financial Activity

Operating Grants and Contributions		
	\$	% Variance
YTD Actual	\$0.49 M	
YTD Budget	\$0.52 M	(4.67%)

Refer to Note 12 - Operating Grants and Contributions

Fees and Charges		
	\$	% Variance
YTD Actual	\$0.42 M	
YTD Budget	\$0.33 M	26.32%

Refer to Statement of Financial Activity

Key Investing Activities

Amount attributable to investing activities			
Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
(\$1.67 M)	(\$0.92 M)	(\$0.24 M)	\$0.68 M

Refer to Statement of Financial Activity

Proceeds on sale		
	\$	%
YTD Actual	\$0.00 M	
Adopted Budget	\$0.22 M	0.00%

Refer to Note 6 - Disposal of Assets

Asset Acquisition		
	\$	% Spent
YTD Actual	\$0.56 M	
Adopted Budget	\$4.79 M	11.6%

Refer to Note 7 - Capital Acquisitions

Capital Grants		
	\$	% Received
YTD Actual	\$0.30 M	
Adopted Budget	\$3.18 M	9.43%

Refer to Note 7 - Capital Acquisitions

Key Financing Activities

Amount attributable to financing activities			
Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
\$1.12 M	\$0.00 M	(\$0.04 M)	(\$0.04 M)

Refer to Statement of Financial Activity

Borrowings	
	\$
Principal repayments	\$0.03 M
Interest expense	\$0.01 M
Principal due	\$0.46 M

Refer to Note 8 - Borrowings

Reserves	
	\$
Reserves balance	\$3.21 M
Interest earned	\$0.00 M

Refer to Note 10 - Cash Reserves

Lease Liability	
	\$
Principal repayments	\$0.01 M
Interest expense	\$0.00 M
Principal due	\$0.02 M

Refer to Note 9 - Lease Liabilities

This information is to be read in conjunction with the accompanying Financial Statements and notes.

## KEY TERMS AND DESCRIPTIONS

FOR THE PERIOD ENDED 31 JANUARY 2023

## NATURE OR TYPE DESCRIPTIONS

### REVENUE

#### RATES

All rates levied under the *Local Government Act 1995*. Includes general, differential, specified area rates, minimum rates, interim rates, back rates, ex-gratia rates, less discounts and concessions offered. Excludes administration fees, interest on instalments, interest on arrears, service charges and sewerage rates.

#### OPERATING GRANTS, SUBSIDIES AND CONTRIBUTIONS

Refers to all amounts received as grants, subsidies and contributions that are not non-operating grants.

#### NON-OPERATING GRANTS, SUBSIDIES AND CONTRIBUTIONS

Amounts received specifically for the acquisition, construction of new or the upgrading of identifiable non financial assets paid to a local government, irrespective of whether these amounts are received as capital grants, subsidies, contributions or donations.

#### REVENUE FROM CONTRACTS WITH CUSTOMERS

Revenue from contracts with customers is recognised when the local government satisfies its performance obligations under the contract.

#### FEES AND CHARGES

Revenues (other than service charges) from the use of facilities and charges made for local government services, sewerage rates, rentals, hire charges, fee for service, photocopying charges, licences, sale of goods or information, fines, penalties and administration fees. Local governments may wish to disclose more detail such as rubbish collection fees, rental of property, fines and penalties, and other fees and charges.

#### SERVICE CHARGES

Service charges imposed under *Division 6 of Part 6 of the Local Government Act 1995*. *Regulation 54 of the Local Government (Financial Management) Regulations 1996* identifies these as television and radio broadcasting, underground electricity and neighbourhood surveillance services. Exclude rubbish removal charges.

#### INTEREST EARNINGS

Interest and other items of a similar nature received from bank and investment accounts, interest on rate instalments, interest on rate arrears and interest on debtors.

#### OTHER REVENUE / INCOME

Other revenue, which can not be classified under the above headings, includes dividends, discounts, rebates, reimbursements etc.

#### PROFIT ON ASSET DISPOSAL

Excess of assets received over the net book value for assets on their disposal.

### EXPENSES

#### EMPLOYEE COSTS

All costs associated with the employment of person such as salaries, wages, allowances, benefits such as vehicle and housing, superannuation, employment expenses, removal expenses, relocation expenses, worker's compensation insurance, training costs, conferences, safety expenses, medical examinations, fringe benefit tax, etc.

#### MATERIALS AND CONTRACTS

All expenditures on materials, supplies and contracts not classified under other headings. These include supply of goods and materials, legal expenses, maintenance agreements, communication expenses, advertising expenses, membership, periodicals, publications, hire expenses, rental, postage and freight etc. Local governments may wish to disclose more detail such as contract services, consultancy, information technology, rental or lease expenditures.

#### UTILITIES (GAS, ELECTRICITY, WATER)

Expenditures made to the respective agencies for the provision of power, gas or water. Exclude expenditures incurred for the reinstatement of roadwork on behalf of these agencies.

#### INSURANCE

All insurance other than worker's compensation and health benefit insurance included as a cost of employment.

#### LOSS ON ASSET DISPOSAL

Shortfall between the value of assets received over the net book value for assets on their disposal.

#### DEPRECIATION ON NON-CURRENT ASSETS

Depreciation expense raised on all classes of assets. Excluding Land.

#### INTEREST EXPENSES

Interest and other costs of finance paid, including costs of finance for loan debentures, overdraft accommodation and refinancing expenses.

#### OTHER EXPENDITURE

Statutory fees, taxes, allowance for impairment of assets, member's fees or State taxes. Donations and subsidies made to community groups.

**STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 31 JANUARY 2023**

**BY NATURE OR TYPE**

	Ref	Adopted Budget	YTD Budget	YTD Actual	Variance \$	Variance %	Var.
	Note	(a)	(b)	(c)	(c) - (b)	((c) - (b))/(b)	
		\$	\$	\$	\$	%	
<b>Opening funding surplus / (deficit)</b>	1(c)	2,386,002	2,386,002	<b>2,734,603</b>	348,601	14.61%	▲
<b>Revenue from operating activities</b>							
Rates		1,974,413	1,151,738	<b>1,983,681</b>	831,943	72.23%	▲
Rates (excluding general rate)		0	0	<b>62,084</b>	62,084	0.00%	▲
Operating grants, subsidies and contributions	12	889,028	518,553	<b>494,327</b>	(24,226)	(4.67%)	
Fees and charges		565,101	329,588	<b>416,351</b>	86,763	26.32%	▲
Interest earnings		41,743	24,339	<b>18,218</b>	(6,121)	(25.15%)	
Other revenue		31,601	18,417	<b>37,725</b>	19,308	104.84%	
Profit on disposal of assets	6	61,499	35,854	<b>0</b>	(35,854)	(100.00%)	▼
		<b>3,563,385</b>	<b>2,078,489</b>	<b>3,012,386</b>	933,897	44.93%	
<b>Expenditure from operating activities</b>							
Employee costs		(2,463,211)	(1,436,561)	<b>(1,268,698)</b>	167,863	11.69%	▲
Materials and contracts		(2,352,019)	(1,371,398)	<b>(931,984)</b>	439,414	32.04%	▲
Utility charges		(50,500)	(29,442)	<b>(27,259)</b>	2,183	7.41%	
Depreciation on non-current assets		(1,476,440)	(861,203)	<b>0</b>	861,203	100.00%	▲
Interest expenses		(22,138)	(12,859)	<b>(6,529)</b>	6,330	49.23%	
Insurance expenses		(175,443)	(102,046)	<b>(218,759)</b>	(116,713)	(114.37%)	▼
Other expenditure		(254,917)	(148,638)	<b>(95,010)</b>	53,628	36.08%	▲
Loss on disposal of assets	6	(3,404)	(1,981)	<b>0</b>	1,981	100.00%	
		<b>(6,798,072)</b>	<b>(3,964,128)</b>	<b>(2,548,239)</b>	1,415,889	(35.72%)	
Non-cash amounts excluded from operating activities	1(a)	1,419,393	844,905	<b>0</b>	(844,905)	(100.00%)	▼
<b>Amount attributable to operating activities</b>		<b>(1,815,294)</b>	<b>(1,040,734)</b>	<b>464,147</b>	1,504,881	(144.60%)	
<b>Investing activities</b>							
Proceeds from non-operating grants, subsidies and contributions	13	3,180,240	1,855,063	<b>299,829</b>	(1,555,234)	(83.84%)	▼
Proceeds from disposal of assets	6	220,000	0	<b>0</b>	0	0.00%	
Proceeds from financial assets at amortised cost - self supporting loans	8	50,699	16,828	<b>16,828</b>	0	0.00%	
Payments for financial assets at amortised cost - self supporting loans	8	(330,000)	0	<b>0</b>	0	0.00%	
Payments for property, plant and equipment and infrastructure	7	(4,792,948)	(2,795,674)	<b>(555,460)</b>	2,240,214	80.13%	▲
<b>Amount attributable to investing activities</b>		<b>(1,672,009)</b>	<b>(923,783)</b>	<b>(238,803)</b>	684,980	(74.15%)	
<b>Financing Activities</b>							
Proceeds from new debentures	8	630,000	0	<b>0</b>	0	0.00%	
Transfer from reserves	10	715,000	0	<b>0</b>	0	0.00%	
Payments for principal portion of lease liabilities	9	(17,002)	0	<b>(10,060)</b>	(10,060)	0.00%	
Repayment of debentures	8	(90,558)	0	<b>(34,698)</b>	(34,698)	0.00%	▼
Transfer to reserves	10	(115,000)	0	<b>0</b>	0	0.00%	
<b>Amount attributable to financing activities</b>		<b>1,122,440</b>	<b>0</b>	<b>(44,758)</b>	(44,758)	0.00%	
<b>Closing funding surplus / (deficit)</b>	1(c)	<b>21,139</b>	<b>421,485</b>	<b>2,915,189</b>	2,493,704	(591.65%)	▲

**KEY INFORMATION**

▲ ▼ Indicates a variance between Year to Date (YTD) Budget and YTD Actual data as per the adopted materiality threshold.

Refer to Note 2 for an explanation of the reasons for the variance.

This statement is to be read in conjunction with the accompanying Financial Statements and Notes.

## **BASIS OF PREPARATION**

The financial report has been prepared in accordance with Australian Accounting Standards (as they apply to local governments and not-for-profit entities) and interpretations of the Australian Accounting Standards Board, and the *Local Government Act 1995* and accompanying Regulations.

The *Local Government Act 1995* and accompanying Regulations take precedence over Australian Accounting Standards where they are inconsistent.

The *Local Government (Financial Management) Regulations 1996* specify that vested land is a right-of-use asset to be measured at cost, and is considered a zero cost concessionary lease. All right-of-use assets under zero cost concessionary leases are measured at zero cost rather than at fair value, except for vested improvements on concessionary land leases such as roads, buildings or other infrastructure which continue to be reported at fair value, as opposed to the vested land which is measured at zero cost. The measurement of vested improvements at fair value is a departure from AASB 16 which would have required the Shire to measure any vested improvements at zero cost.

Accounting policies which have been adopted in the preparation of this financial report have been consistently applied unless stated otherwise. Except for cash flow and rate setting information, the financial report has been prepared on the accrual basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and liabilities.

### **THE LOCAL GOVERNMENT REPORTING ENTITY**

All funds through which the Shire controls resources to carry on its functions have been included in the financial statements forming part of this financial report.

All monies held in the Trust Fund are excluded from the financial statements. A separate statement of those monies appears at Note 14 to these financial statements.

## **SIGNIFICANT ACCOUNTING POLICES**

### **CRITICAL ACCOUNTING ESTIMATES**

The preparation of a financial report in conformity with Australian Accounting Standards requires management to make judgements, estimates and assumptions that effect the application of policies and reported amounts of assets and liabilities, income and expenses.

The estimates and associated assumptions are based on historical experience and various other factors believed to be reasonable under the circumstances; the results of which form the basis of making the judgements about carrying values of assets and liabilities not readily apparent from other sources. Actual results may differ from these estimates.

The balances, transactions and disclosures impacted by accounting estimates are as follows:

- estimation of fair values of certain financial assets
- estimation of fair values of fixed assets shown at fair value
- impairment of financial assets

### **GOODS AND SERVICES TAX**

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO). Receivables and payables are stated inclusive of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with receivables or payables in the statement of financial position. Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the ATO are presented as operating cash flows.

### **ROUNDING OFF FIGURES**

All figures shown in this statement are rounded to the nearest dollar.

## **PREPARATION TIMING AND REVIEW**

Date prepared: All known transactions up to 19 February 2023

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 31 JANUARY 2023

NOTE 1  
STATEMENT OF FINANCIAL ACTIVITY INFORMATION

(a) Non-cash items excluded from operating activities

The following non-cash revenue and expenditure has been excluded from operating activities within the Statement of Financial Activity in accordance with *Financial Management Regulation 32*.

	Notes	Adopted Budget	YTD Budget (a)	YTD Actual (b)
<b>Non-cash items excluded from operating activities</b>				
		\$	\$	\$
<b>Adjustments to operating activities</b>				
Less: Profit on asset disposals	6	(61,499)	(35,854)	0
Movement in employee benefit provisions (non-current)		1,048	17,575	0
Add: Loss on asset disposals	6	3,404	1,981	0
Add: Depreciation on assets		1,476,440	861,203	0
<b>Total non-cash items excluded from operating activities</b>		<b>1,419,393</b>	<b>844,905</b>	<b>0</b>

(b) Adjustments to net current assets in the Statement of Financial Activity

The following current assets and liabilities have been excluded from the net current assets used in the Statement of Financial Activity in accordance with *Financial Management Regulation 32* to agree to the surplus/(deficit) after imposition of general rates.

		Adopted Budget	Last Year	Year to
		Opening	Closing	Date
		30 June 2022	30 June 2022	31 January 2023
<b>Adjustments to net current assets</b>				
Less: Reserves - restricted cash	10	(3,209,514)	(3,209,514)	(3,209,514)
Less: - Financial assets at amortised cost - self supporting loans	4	(29,011)	(29,012)	(12,184)
Add: Borrowings	8	64,860	64,860	30,162
Add: Provisions employee related provisions	11	224,228	224,228	224,228
Add: Lease liabilities	9	17,002	17,002	17,002
<b>Total adjustments to net current assets</b>		<b>(2,932,435)</b>	<b>(2,932,436)</b>	<b>(2,950,306)</b>

(c) Net current assets used in the Statement of Financial Activity

<b>Current assets</b>				
Cash and cash equivalents	2	5,934,678	6,281,310	5,588,256
Rates receivables	3	162,417	162,417	900,204
Receivables	3	118,327	63,656	147,249
Other current assets	4	831,390	832,652	17,610
<b>Less: Current liabilities</b>				
Payables	5	(1,221,233)	(1,142,652)	(282,317)
Borrowings	8	(64,860)	(64,860)	(30,162)
Lease liabilities	9	(17,002)	(17,002)	(17,002)
Provisions	11	(425,280)	(448,482)	(448,482)
<b>Less: Total adjustments to net current assets</b>	1(b)	<b>(2,932,435)</b>	<b>(2,932,436)</b>	<b>(2,950,306)</b>
<b>Closing funding surplus / (deficit)</b>		<b>2,386,002</b>	<b>2,734,603</b>	<b>2,925,050</b>

**CURRENT AND NON-CURRENT CLASSIFICATION**

In the determination of whether an asset or liability is current or non-current, consideration is given to the time when each asset or liability is expected to be settled. Unless otherwise stated assets or liabilities are classified as current if expected to be settled within the next 12 months, being the Council's operational cycle.

**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 31 JANUARY 2023**

**OPERATING ACTIVITIES  
NOTE 2  
CASH AND FINANCIAL ASSETS**

Description	Classification	Unrestricted	Restricted	Total Cash	Trust	Institution	Interest Rate	Maturity Date
		\$	\$	\$	\$			
Municipal Cash at Bank	Cash and cash equivalents	2,321,557	0	2,321,557	0	CBA	0.35%	on call
Reserve Cash at Bank	Cash and cash equivalents	57,185	3,209,514	3,266,699	0	Westpac	0.25%	11/03/2023
<b>Total</b>		<b>2,378,742</b>	<b>3,209,514</b>	<b>5,588,256</b>	<b>0</b>			
<b>Comprising</b>								
Cash and cash equivalents		2,378,742	3,209,514	5,588,256	0			
		<b>2,378,742</b>	<b>3,209,514</b>	<b>5,588,256</b>	<b>0</b>			

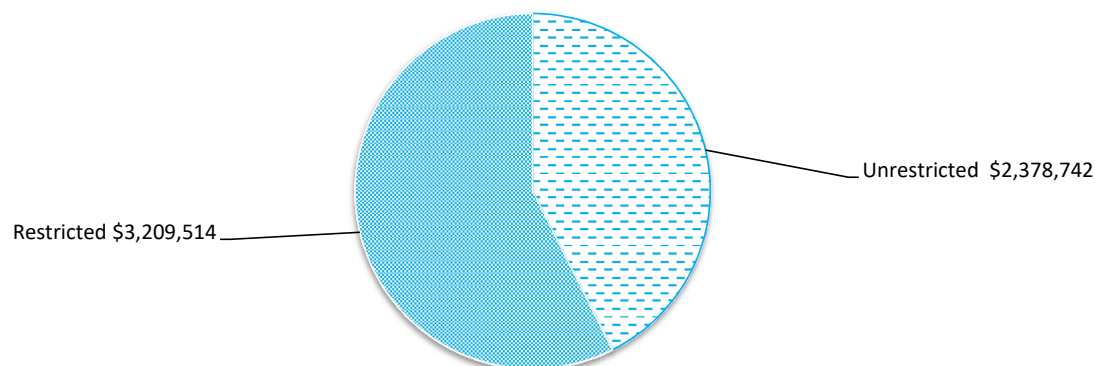
**KEY INFORMATION**

Cash and cash equivalents include cash on hand, cash at bank, deposits available on demand with banks and other short term highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value. Bank overdrafts are reported as short term borrowings in current liabilities in the statement of net current assets.

The local government classifies financial assets at amortised cost if both of the following criteria are met:

- the asset is held within a business model whose objective is to collect the contractual cashflows, and
- the contractual terms give rise to cash flows that are solely payments of principal and interest.

Financial assets at amortised cost held with registered financial institutions are listed in this note other financial assets at amortised cost are provided in Note 4 - Other assets.

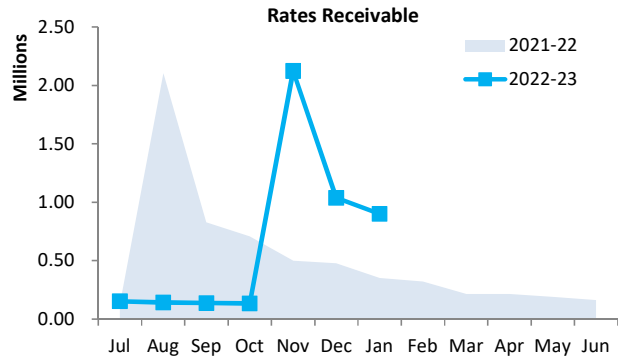




NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 31 JANUARY 2023

OPERATING ACTIVITIES  
NOTE 3  
RECEIVABLES

Rates receivable	30 June 2022	31 Jan 2023
	\$	\$
Opening arrears previous years	144,096	162,417
Levied this year	1,868,737	2,045,765
Less - collections to date	(1,850,416)	(1,307,978)
Gross rates collectable	162,417	900,204
Net rates collectable	162,417	900,204
% Collected	91.9%	59.2%



Receivables - general	Credit	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$	\$
Receivables - general	(240)	25,181	2,276	1,000	37,345	65,562
Percentage	(0.40%)	38.4%	3.5%	1.5%	57%	
<b>Balance per trial balance</b>						
Sundry receivable						65,562
GST receivable						81,687
<b>Total receivables general outstanding</b>						<b>147,249</b>

Amounts shown above include GST (where applicable)

KEY INFORMATION

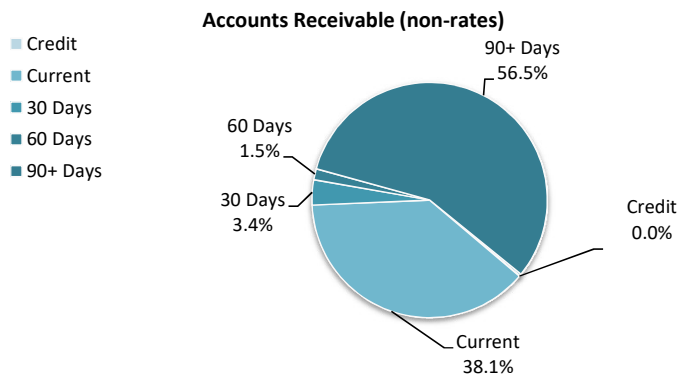
Trade and other receivables include amounts due from ratepayers for unpaid rates and service charges and other amounts due from third parties for goods sold and services performed in the ordinary course of business.

Trade receivables are recognised at original invoice amount less any allowances for uncollectable amounts (i.e. impairment). The carrying amount of net trade receivables is equivalent to fair value as it is due for settlement within 30 days.

Classification and subsequent measurement

Receivables which are generally due for settlement within 30 days except rates receivables which are expected to be collected within 12 months are classified as current assets. All other receivables such as, deferred pensioner rates receivable after the end of the reporting period are classified as non-current assets.

Trade and other receivables are held with the objective to collect the contractual cashflows and therefore the Shire measures them subsequently at amortised cost using the effective interest rate method.



	Opening Balance 1 July 2022	Asset Increase	Asset Reduction	Closing Balance 31 January 2023
	\$	\$	\$	\$
<b>Other current assets</b>				
<b>Other financial assets at amortised cost</b>				
Financial assets at amortised cost - self supporting loans	29,012	0	(16,828)	12,184
<b>Inventory</b>				
Fuel	4,164	0	0	4,164
Accrued income	1,261	0	0	1,261
<b>Contract assets</b>				
Contract assets	798,215	0	(798,214)	1
<b>Total other current assets</b>	<b>832,652</b>	<b>0</b>	<b>(815,042)</b>	<b>17,610</b>
<b>Amounts shown above include GST (where applicable)</b>				

#### KEY INFORMATION

##### Other financial assets at amortised cost

The Shire classifies financial assets at amortised cost if both of the following criteria are met:

- the asset is held within a business model whose objective is to collect the contractual cashflows, and
- the contractual terms give rise to cash flows that are solely payments of principal and interest.

##### Inventory

Inventories are measured at the lower of cost and net realisable value.

Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

##### Contract assets

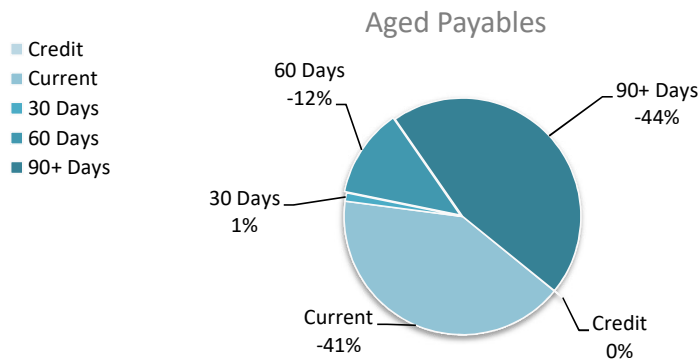
A contract asset is the right to consideration in exchange for goods or services the entity has transferred to a customer when that right is conditioned on something other than the passage of time.

Payables - general	Credit	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$	\$
Payables - general	0	(4,279)	120	(1,261)	(4,721)	(10,141)
Percentage	0%	42.2%	-1.2%	12.4%	46.6%	
<b>Balance per trial balance</b>						
Sundry creditors						77,361
Accrued salaries and wages						35,122
ATO liabilities						132,350
Bonds & Deposits						1,128
Rates in Advance						28,488
Other payables						7,868
<b>Total payables general outstanding</b>						<b>282,317</b>

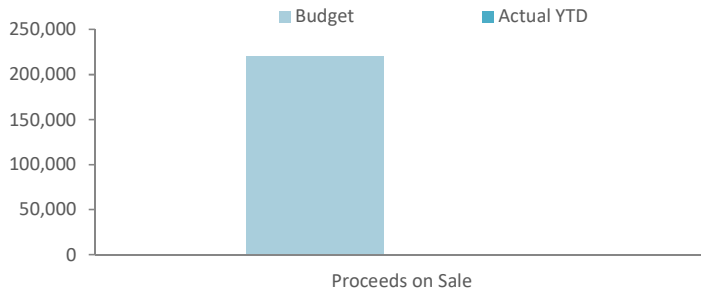
Amounts shown above include GST (where applicable)

**KEY INFORMATION**

Trade and other payables represent liabilities for goods and services provided to the Shire prior to the end of the period that are unpaid and arise when the Shire becomes obliged to make future payments in respect of the purchase of these goods and services. The amounts are unsecured, are recognised as a current liability and are normally paid within 30 days of recognition. The carrying amounts of trade and other payables are considered to be the same as their fair values, due to their short-term nature.



Asset Ref.	Asset description	Budget				YTD Actual			
		Net Book		Profit	(Loss)	Net Book		Profit	(Loss)
		Value	Proceeds			Value	Proceeds		
		\$	\$	\$	\$	\$	\$	\$	
	<b>Plant and equipment</b>								
	<b>Recreation and culture</b>								
	John Deere Mower	7,200	5,000	0	(2,200)	0	0	0	0
	John Deere Mower	6,445	30,000	23,555	0	0	0	0	0
	<b>Transport</b>								
	Hino Crew Cab	20,179	30,000	9,821	0	0	0	0	0
	Toyota Hilux	32,946	40,000	7,054	0	0	0	0	0
	Tri-axle Low Loader	832	15,000	14,168	0	0	0	0	0
	<b>Other property and services</b>								
	Toyota Prado	66,204	65,000	0	(1,204)	0	0	0	0
	Toyota Prado	28,099	35,000	6,901	0	0	0	0	0
		<b>161,905</b>	<b>220,000</b>	<b>61,499</b>	<b>(3,404)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>



Capital acquisitions	Budget	Adopted YTD Budget	YTD Actual	YTD Actual Variance
	\$	\$	\$	\$
Buildings	395,510	230,692	127,727	(102,965)
Furniture and equipment	355,000	207,081	235	(206,846)
Plant and equipment	498,944	291,025	0	(291,025)
Infrastructure - roads	1,529,000	891,828	156,980	(734,848)
Infrastructure - footpaths & cyclepaths	1,146,494	668,759	175,740	(493,019)
Infrastructure - drainage	130,000	75,824	0	(75,824)
Infrastructure - bridges	605,000	352,891	0	(352,891)
Infrastructure - parks & ovals	123,000	71,743	94,778	23,035
Infrastructure - other	10,000	5,831	0	(5,831)
<b>Payments for Capital Acquisitions</b>	<b>4,792,948</b>	<b>2,795,674</b>	<b>555,460</b>	<b>(2,240,214)</b>
<b>Capital Acquisitions Funded By:</b>				
	\$	\$	\$	\$
Capital grants and contributions	3,180,240	1,855,063	299,829	(1,555,234)
Borrowings	630,000	0	0	0
Other (disposals & C/Fwd)	220,000	0	0	0
Cash backed reserves				
Plant	(290,000)	0	0	0
Asset Management	(375,000)	0	0	0
Strategic Initiatives	(50,000)	0	0	0
Contribution - operations	1,477,708	940,611	255,631	(684,980)
<b>Capital funding total</b>	<b>4,792,948</b>	<b>2,795,674</b>	<b>555,460</b>	<b>(2,240,214)</b>

#### SIGNIFICANT ACCOUNTING POLICIES

Each class of fixed assets within either plant and equipment or infrastructure, is carried at cost or fair value as indicated less, where applicable, any accumulated depreciation and impairment losses.

Assets for which the fair value as at the date of acquisition is under \$5,000 are not recognised as an asset in accordance with *Financial Management Regulation 17A (5)*. These assets are expensed immediately.

Where multiple individual low value assets are purchased together as part of a larger asset or collectively forming a larger asset exceeding the threshold, the individual assets are recognised as one asset and capitalised.

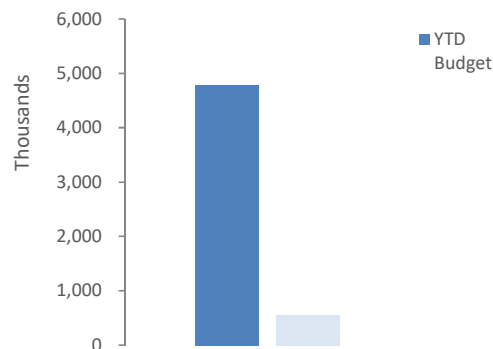
#### Initial recognition and measurement for assets held at cost

Plant and equipment including furniture and equipment is recognised at cost on acquisition in accordance with *Financial Management Regulation 17A*. Where acquired at no cost the asset is initially recognise at fair value. Assets held at cost are depreciated and assessed for impairment annually.

#### Initial recognition and measurement between mandatory revaluation dates for assets held at fair value

In relation to this initial measurement, cost is determined as the fair value of the assets given as consideration plus costs incidental to the acquisition. For assets acquired at zero cost or otherwise significantly less than fair value, cost is determined as fair value at the date of acquisition. The cost of non-current assets constructed by the Shire includes the cost of all materials used in construction, direct labour on the project and an appropriate proportion of variable and fixed overheads.

Payments for Capital Acquisitions



INVESTING ACTIVITIES  
NOTE 7  
CAPITAL ACQUISITIONS (CONTINUED)

Account Description	Adopted		YTD Actual	Variance (Under)/Over
	Budget	YTD Budget		
	\$	\$	\$	\$
<b>Buildings</b>				
4050114 FIRE - Buildings Non Specialised (Capital)	205,510	119,875	0	247,602
BC5101 Ses Fire Shed - Building (Capital)	0	0	127,727	(127,727)
BC9101 House (Lot 234) 30 Dunnett Road - Building (Capital)	15,000	8,750	0	8,750
BC10101 Waste Management Facility - Building (Capital)	10,000	5,831	0	5,831
BC11303 Recreation Centre Nannup - Building (Capital)	25,000	14,581	0	14,581
BC11308 Bowling Club Nannup - Building (Capital)	50,000	29,162	0	29,162
BC11601 Old Road Board Office (1898?) - Building (Capital)	45,000	26,250	0	26,250
4120114 ROADC - Buildings Non Specialised (Capital)	20,000	11,662	0	11,662
4140214 ADMIN - Buildings Non Specialised (Capital)	25,000	14,581	0	14,581
<b>Total Buildings</b>	<b>395,510</b>	<b>230,692</b>	<b>127,727</b>	<b>230,692</b>
<b>Furniture &amp; Equipment</b>				
4140220 ADMIN - Furniture & Equipment (Capital)	355,000	207,081	235	206,846
<b>Total Furniture &amp; Equipment</b>	<b>355,000</b>	<b>207,081</b>	<b>235</b>	<b>206,846</b>
<b>Plant &amp; Equipment</b>				
4050530 ESL BFB - Plant & Equipment (Capital)	13,944	8,134	0	8,134
4100130 SAN - Plant & Equipment (Capital)	70,000	40,831	0	40,831
4110830 REC CENTRE - Plant & Equipment (Capital)	30,000	17,493	0	17,493
4120330 PLANT - Plant & Equipment (Capital)	240,000	139,993	0	139,993
4140230 ADMIN - Plant & Equipment (Capital)	145,000	84,574	0	84,574
<b>Total Plant &amp; Equipment</b>	<b>498,944</b>	<b>291,025</b>	<b>0</b>	<b>291,025</b>
<b>Roads</b>				
RC032 Grange Road (Capital)	443,000	258,405	0	258,405
RC042 Jephson Street (Sealed) (Capital)	180,000	104,986	0	104,986
RC307 Centenary Drive (Capital)	58,000	33,817	753	33,064
RC022 Stacey Road (Capital)	0	0	0	0
RC109 Bridgetown - Nannup Road (Capital)	100,000	58,324	0	58,324
RC045 Jalbarragup Road (Capital)	0	0	5,522	(5,522)
R2R022 Stacey Road (R2R)	313,000	182,574	105,950	76,624
R2R007 Governor Broome Road (R2R)	0	0	355	(355)
4120149 ROADC - Roads Outside BUA - Sealed - Regional Road Gr	0	0	4,887	(4,887)
RRG094 Cundinup South Road (Rrg)	105,000	61,250	0	61,250
RRG109 Bridgetown - Nannup Road (Rrg)	90,000	52,500	0	52,500
RRG007 Governor Broome Road (Rrg)	120,000	69,986	0	69,986
RRG069 Fouracres Road (Rrg)	120,000	69,986	39,513	30,473
<b>Total Roads</b>	<b>1,529,000</b>	<b>891,828</b>	<b>156,980</b>	<b>734,848</b>
<b>Drainage</b>				
DC039 Brockman Street - Drainage Capital	130,000	75,824	0	75,824
<b>Total Drainage</b>	<b>130,000</b>	<b>75,824</b>	<b>0</b>	<b>75,824</b>
<b>Bridges</b>				
BR000 Bridge Construction General (Budgeting Only)	101,500	59,192	0	59,192
BR3950 Cundinup West Rd - Bridge (Capital)	440,000	256,662	0	256,662
BR4643A Brushtail Rd (F) - Bridge (Capital)	63,500	37,037	0	37,037
<b>Total Bridges</b>	<b>605,000</b>	<b>352,891</b>	<b>0</b>	<b>352,891</b>
<b>Footpaths &amp; Cyclepaths</b>				
4120170 ROADC - Footpaths & Cycleways (Capital)	0	0	55,260	(55,260)
FC000 Footpath Construction General (Budgeting Only)	20,000	11,662	0	11,662
OC12111 Trail Town - Stage 1	541,130	315,651	62,644	253,007
OC12112 Trail Town - Stage 2	316,653	184,702	37,243	147,459
OC12113 Trail Town - Stage 3	268,711	156,744	19,593	137,151
OC12114 Trail Town - Stage 4	0	0	1,000	(1,000)
<b>Total Footpaths &amp; Cyclepaths</b>	<b>1,146,494</b>	<b>668,759</b>	<b>175,740</b>	<b>493,019</b>
<b>Parks &amp; Gardens</b>				
4110370 REC - Infrastructure Parks & Gardens (Capital)	0	0	73,271	(73,271)
PC11323 Marinko Tomas Memorial Park & Play Ground	73,000	42,581	20,107	22,474
PC11327 Marinko Tomas Bicycle Pump Truck	50,000	29,162	1,400	27,762
<b>Total Parks &amp; Gardens</b>	<b>123,000</b>	<b>71,743</b>	<b>94,778</b>	<b>(23,035)</b>
<b>Other Infrastructure</b>				
4100290 SAN OTH - Infrastructure Other (Capital)	10,000	5,831	0	5,831
<b>Total Other Infrastructure</b>	<b>10,000</b>	<b>5,831</b>	<b>0</b>	<b>5,831</b>
<b>TOTAL PPE &amp; INFRASTRUCTURE</b>	<b>4,792,948</b>	<b>2,795,674</b>	<b>555,460</b>	<b>2,367,941</b>

Repayments - borrowings

Information on borrowings	Loan No.	1 July 2022	New Loans		Principal Repayments		Principal Outstanding		Interest Repayments	
			Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget
Particulars		\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Community amenities</b>										
Waste Facility Machine	40	299,613	0	0	(17,870)	(35,851)	281,743	263,762	(2,298)	(3,604)
<b>Other property and services</b>										
Enterprise Resource Training (ERP) System	42	0	0	300,000	0	(12,229)	0	287,771	0	(6,290)
		299,613	0	300,000	(17,870)	(48,080)	281,743	551,533	(2,298)	(9,894)
<b>Self supporting loans</b>										
<b>Community amenities</b>										
Nannup Music Club	39A	193,088	0	0	(16,828)	(29,027)	176,260	164,061	(3,210)	(5,324)
Nannup Music Club	41	0	0	330,000	0	(13,451)	0	316,549	0	(6,919)
		193,088	0	330,000	(16,828)	(42,478)	176,260	480,610	(3,210)	(12,243)
<b>Total</b>		492,701	0	630,000	(34,698)	(90,558)	458,003	1,032,143	(5,508)	(22,137)
Current borrowings		90,558					30,162			
Non-current borrowings		402,143					427,841			
		492,701					458,003			

All debenture repayments were financed by general purpose revenue.  
Self supporting loans are financed by repayments from third parties.

New borrowings 2022-23

Particulars	Amount Borrowed	Amount Borrowed	Institution	Type	Years	Total Interest & Charges	Interest Rate	Amount (Used)	Balance Unspent	
	Actual	Budget				\$	%	Actual	Budget	\$
Enterprise Resource Training (ERP) System	0	300,000	WATC	Fixed	10	70,375	4.19%	0	(300,000)	0
Nannup Music Club	0	330,000	WATC	Fixed	10	77,413	4.19%	0	(330,000)	0
	0	630,000				147,788		0	(630,000)	0

The Shire has no unspent debenture funds as at 30th June 2023, nor is it expected to have unspent funds as at 30th June 2024.

KEY INFORMATION

Borrowing costs are recognised as an expense when incurred except where they are directly attributable to the acquisition, construction or production of a qualifying asset. Where this is the case, they are capitalised as part of the cost of the particular asset until such time as the asset is substantially ready for its intended use or sale.

Fair values of borrowings are not materially different to their carrying amounts, since the interest payable on those borrowings is either close to current market rates or the borrowings are of a short term nature. Non-current borrowings fair values are based on discounted cash flows using a current borrowing rate.

Movement in carrying amounts

Information on leases	Lease No.	1 July 2022	New Leases		Principal Repayments		Principal Outstanding		Interest Repayments	
			Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget
Particulars		\$	\$	\$	\$	\$	\$	\$	\$	
<b>Law, order, public safety</b>										
CESM Vehicle	979823	29,754	0	0	(10,060)	(17,002)	19,694	12,752	(2,298)	(3,604)
<b>Total</b>		29,754	0	0	(10,060)	(17,002)	19,694	12,752	(2,298)	(3,604)
Current lease liabilities		17,002					17,002			
Non-current lease liabilities		12,752					12,752			
		29,754					29,754			

All lease repayments were financed by general purpose revenue.

KEY INFORMATION

At inception of a contract, the Shire assesses if the contract contains or is a lease. A contract is or contains a lease, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. At the commencement date, a right of use asset is recognised at cost and lease liability at the present value of the lease payments that are not paid at that date. The lease payments are discounted using that date. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the Shire uses its incremental borrowing rate.

All contracts classified as short-term leases (i.e. a lease with a remaining term of 12 months or less) and leases of low value assets are recognised as an operating expense on a straight-line basis over the term of the lease.



NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 31 JANUARY 2023

OPERATING ACTIVITIES  
NOTE 10  
RESERVE ACCOUNTS

Reserve accounts

Reserve name	Opening Balance	Budget Interest Earned	Actual Interest Earned	Budget Transfers In (+)	Actual Transfers In (+)	Budget Transfers Out (-)	Actual Transfers Out (-)	Budget Closing Balance	Actual YTD Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Restricted by Council</b>									
Leave Entitlements	224,228	1,048	0	0	0	0	0	225,276	224,228
Plant	456,981	2,136	0	50,000	0	(290,000)	0	219,117	456,981
Recreation	578	3	0	0	0	0	0	581	578
Office Equipment	166,115	776	0	0	0	0	0	166,891	166,115
Asset Management	849,381	3,968	0	0	0	(375,000)	0	478,349	849,381
Main Street Upgrade	60	0	0	0	0	0	0	60	60
Landfill	180,586	844	0	0	0	0	0	181,430	180,586
Emergency Management	63,742	298	0	0	0	0	0	64,040	63,742
Aged Accommodation	400,423	1,871	0	0	0	0	0	402,294	400,423
Gravel Pit	164,084	767	0	0	0	0	0	164,851	164,084
Community Bus	30,930	145	0	0	0	0	0	31,075	30,930
Infrastructure	201,279	941	0	0	0	0	0	202,220	201,279
Strategic Initiatives	364,367	1,703	0	0	0	(50,000)	0	316,070	364,367
Youth	16,370	77	0	0	0	0	0	16,447	16,370
Footpaths	30,112	141	0	0	0	0	0	30,253	30,112
Trails	60,278	282	0	50,000	0	0	0	110,560	60,278
	<b>3,209,514</b>	<b>15,000</b>	<b>0</b>	<b>100,000</b>	<b>0</b>	<b>(715,000)</b>	<b>0</b>	<b>2,609,514</b>	<b>3,209,514</b>

	Note	Opening Balance 1 July 2022	Liability transferred from/(to) non current	Liability Increase	Liability Reduction	Closing Balance 31 January 2023
		\$		\$	\$	\$
<b>Other current liabilities</b>						
<b>Employee Related Provisions</b>						
Annual leave		243,375	0	0	0	243,375
Long service leave		205,107	0	0	0	205,107
<b>Total Employee Related Provisions</b>		448,482	0	0	0	448,482
<b>Total other current assets</b>		448,482	0	0	0	448,482
<b>Amounts shown above include GST (where applicable)</b>						

## KEY INFORMATION

### Provisions

Provisions are recognised when the Shire has a present legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

Provisions are measured using the best estimate of the amounts required to settle the obligation at the end of the reporting period.

### Employee Related Provisions

#### Short-term employee benefits

Provision is made for the Shire's obligations for short-term employee benefits. Short-term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service, including wages, salaries and sick leave. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

The Shire's obligations for short-term employee benefits such as wages, salaries and sick leave are recognised as a part of current trade and other payables in the calculation of net current assets.

#### Other long-term employee benefits

The Shire's obligations for employees' annual leave and long service leave entitlements are recognised as employee related provisions in the statement of financial position.

Long-term employee benefits are measured at the present value of the expected future payments to be made to employees. Expected future payments incorporate anticipated future wage and salary levels, durations of service and employee departures and are discounted at rates determined by reference to market yields at the end of the reporting period on government bonds that have maturity dates that approximate the terms of the obligations. Any remeasurements for changes in assumptions of obligations for other long-term employee benefits are recognised in profit or loss in the periods in which the changes occur. The Shire's obligations for long-term employee benefits are presented as non-current provisions in its statement of financial position, except where the Shire does not have an unconditional right to defer settlement for at least 12 months after the end of the reporting period, in which case the obligations are presented as current provisions.

Provider	Unspent operating grant, subsidies and contributions liability				Operating grants, subsidies and contributions revenue		
	Liability	Increase in Liability	Decrease in Liability	Liability	Adopted Budget	YTD Budget	YTD Revenue
	1 July 2022	(As revenue)		31 Jan 2023	Revenue	Budget	Actual
	\$	\$	\$	\$	\$	\$	\$
<b>Operating grants and subsidies</b>							
<b>General purpose funding</b>							
GEN PUR - Financial Assistance Grant - General	0	0	0	0	319,535	186,389	189,989
GEN PUR - Financial Assistance Grant - Roads	0	0	0	0	120,885	70,511	30,221
GEN PUR - Other Income	0	0	0	0	0	0	64
<b>Law, order, public safety</b>							
FIRE - Grants	0	0	0	0	105,000	61,250	95,108
ESL BFB - Operating Grant	0	0	0	0	188,186	109,774	90,698
ESL SES - Admin Fee/Commission	0	0	0	0	4,000	2,331	0
ESL SES - Operating Grant	0	0	0	0	24,945	14,546	11,906
FIRE - Contributions & Donations	0	0	0	0	0	0	(1,461)
<b>Education and welfare</b>							
WELFARE - Contributions & Donations	0	0	0	0	7,727	4,501	0
WELFARE - Contributions & Donations	0	0	0	0	0	0	(455)
WELFARE - Grants	0	0	0	0	33,000	19,243	43,380
WELFARE - Grants	0	0	0	0	0	0	227
<b>Community amenities</b>							
PLAN - Contributions & Donations	0	0	0	0	51,750	30,184	0
<b>Recreation and culture</b>							
LIBRARY - Grant - Regional Library Services	0	0	0	0	10,000	5,831	7,760
OTH CUL - Other Income	0	0	0	0	20,000	11,662	0
OTH CUL - Australia Day	0	0	0	0	0	0	24,000
<b>Transport</b>							
ROADM - Direct Road Grant (MRWA)	0	0	0	0	0	0	2,890
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>885,028</b>	<b>516,222</b>	<b>494,327</b>
<b>Operating contributions</b>							
<b>Economic services</b>							
OTH ECON - Contributions & Donations	0	0	0	0	3,000	1,750	0
OTH ECON - Grants	0	0	0	0	1,000	581	0
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>4,000</b>	<b>2,331</b>	<b>0</b>
<b>TOTALS</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>889,028</b>	<b>518,553</b>	<b>494,327</b>

Provider	Capital grant/contribution liabilities				Non operating grants, subsidies and contributions revenue		
	Liability 1 July 2022	Increase in Liability	Decrease in Liability	Liability 31 Jan 2023	Adopted Budget Revenue	YTD Budget	YTD Revenue Actual
	\$	\$	(As revenue) \$	\$	\$	\$	\$
<b>Non-operating grants and subsidies</b>							
<b>Law, order, public safety</b>							
ESL BFB - Capital Grant	0	0	0	0	163,944	95,634	0
ESL SES - Capital Grant	0	0	0	0	55,510	32,375	0
<b>Recreation and culture</b>							
REC - Grants	0	0	0	0	5,000	2,912	0
REC - Grants	0	0	0	0	98,000	57,162	0
HERITAGE - Grants	0	0	0	0	45,000	26,250	0
<b>Transport</b>							
ROADC - Regional Road Group Grants (MRWA)	0	0	0	0	290,000	169,155	177,829
ROADC - Roads to Recovery Grant	0	0	0	0	306,800	178,962	0
ROADC - Other Grants - Roads/Streets	0	0	0	0	0	0	22,000
ROADC - Other Grants - Roads/Streets	0	0	0	0	1,137,415	663,481	0
ROADC - Other Grants - Footpaths & Cycleway	0	0	0	0	758,571	442,470	100,000
ROADC - Other Grants - Bridges	0	0	0	0	320,000	186,662	0
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>3,180,240</b>	<b>1,855,063</b>	<b>299,829</b>

**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 31 JANUARY 2023**

**NOTE 14  
TRUST FUND**

Funds held at balance date which are required by legislation to be credited to the trust fund and which are not included in the financial statements are as follows:

Description	Opening Balance 1 July 2022	Amount Received	Amount Paid	Closing Balance 31 Jan 2023
	\$	\$	\$	\$
Building Services Levy (BSL)	6,474	6,569	(10,000)	3,043
Construction Training Fund (CTF)	176	6,817	(3,469)	3,524
Department of Transport	5,686	121,744	(126,616)	814
Key, Facility & Equipment Bonds	0	400	(400)	0
Retention Bonds	0	5,000	0	5,000
Other Bonds	20,358	2,400	(1,000)	21,758
	<b>32,694</b>	<b>142,930</b>	<b>(141,485)</b>	<b>34,139</b>

**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 31 JANUARY 2023**

**NOTE 15  
BUDGET AMENDMENTS**

Amendments to original budget since budget adoption. Surplus/(Deficit)

GL Code	Description	Council Resolution	Classification	Non Cash Adjustment	Increase in Available Cash	Decrease in Available Cash	Amended Budget Running Balance
	<b>Budget adoption</b>			\$	\$	\$	\$
			Opening Surplus(Deficit)				21,139
	Nil						
				0	0	0	0

**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 31 JANUARY 2023**

The material variance thresholds are adopted annually by Council as an indicator of whether the actual expenditure or revenue varies from the year to date Actual materially.

The material variance adopted by Council for the 2022-23 year is \$30,000 or 10.00% whichever is the greater.

Nature or type	Var. \$	Var. %		Timing / Permanent	Explanation of variances
	\$	%			
<b>Opening funding surplus / (deficit)</b>	348,601	15%	▲	Timing	Closing position dependant on finalisation of 2021/22 financials
<b>Revenue from operating activities</b>					
Rates	831,943	72%	▲	Timing	Rates billing processed in November
Rates (excluding general rate)	62,084	0%	▲	Permanent	Ex gratia rates
Operating grants, subsidies and contributions	(24,226)	(5%)		Timing	Financial Assistance Grants
Fees and charges	86,763	26%	▲	Timing	Most predominately relating to waste and recycling collection
Interest earnings	(6,121)	(25%)			Interest on deposits to be processed
Other revenue	19,308	105%			LGIS & other minor reimbursements
Profit on disposal of assets	(35,854)	(100%)	▼	Timing	Plant Replacement Program still to be implemented
<b>Expenditure from operating activities</b>					
Employee costs	167,863	12%	▲	Timing	Mostly due to the allocation of costs for construction and maintenance of roads
Materials and contracts	439,414	32%	▲	Timing	Expenditure relating mostly to fire prevention, road maintenance and administration
Utility charges	2,183	7%			Not Material
Depreciation on non-current assets	861,203	100%	▲	Timing	New valuations to be processed before depreciation is run
Interest expenses	6,330	49%			Not Material - Interest expenses are to be reconciled
Insurance expenses	(116,713)	(114%)	▼	Timing	Insurance premiums paid at beginning of financial year
Other expenditure	53,628	36%	▲	Timing	Predominately Elected Member and Governance related costs
Loss on disposal of assets	1,981	100%			Not Material
Non-cash amounts excluded from operating activities	(844,905)	(100%)	▼	Timing	Depreciation still to be processed for 2022/23 financial year
<b>Investing activities</b>					
Proceeds from non-operating grants, subsidies and contributions	(1,555,234)	(84%)	▼	Timing	Road and Capital project funding
Proceeds from disposal of assets	0	0%			Not Material
Payments for financial assets at amortised cost - self supporting loans	0	0%			Not Material
Payments for property, plant and equipment and infrastructure	2,240,214	80%	▲	Timing	Road Replacement program, Trail Town projects and other significant capital projects
<b>Financing activities</b>					
Proceeds from new debentures	0	0%			Not Material
Transfer from reserves	0	0%			Not Material
Payments for principal portion of lease liabilities	(10,060)	0%			Not Material
Repayment of debentures	(34,698)	0%	▼	Timing	Not Material
Transfer to reserves	0	0%			Not Material
<b>Closing funding surplus / (deficit)</b>	2,493,704	(592%)	▲	Timing	As per the above explanations